Postal Regulatory Commission Submitted 12/28/2015 1:53:55 PM Filing ID: 94282 Accepted 12/28/2015

### BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268–0001

COMPETITIVE PRODUCT PRICES
INBOUND COMPETITIVE MULTI-SERVICE AGREEMENTS WITH
FOREIGN POSTAL OPERATORS
CANADA POST CORPORATION — UNITED STATES POSTAL
SERVICE BILATERAL AGREEMENT (MC2010-34)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-57

# RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

(December 28, 2015)

The United States Postal Service hereby provides its responses to Chairman's Information Request No. 1, issued on December 22, 2015. Each question is stated verbatim and followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Anthony F. Alverno Chief Counsel Global Business and Service Development

Christopher C. Meyerson Attorney

475 L'Enfant Plaza, S.W. Washington, D.C. 20260-1137 (202) 268-7820; Fax -5628 christopher.c.meyerson@usps.gov

# RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

1. Attachment 1 to the Canada Post Corporation-United States Postal Service Contractual Bilateral Agreement identifies four Priority Parcel Post rate categories. Notice, Attachment 2 at 15. The four rate categories are Expedited parcels Bag, Expedited parcels Large Container, Commercial Priority Parcels Bag, and Commercial Priority Large Container. *Id.* Please clarify the difference in product features and operational handling between Expedited and Commercial Priority for both bags and containers.

#### **RESPONSE:**

The two Commercial Priority streams (Commercial Priority Parcels Bag and Commercial Priority Parcels Large Container) are for consolidated shipments sent by large commercial mailers that meet certain volume as well as preparation requirements, and have characteristics that facilitate operational handling.

The two Expedited Parcels streams (Expedited Parcels Bag and Expedited Parcels Large Container) are for retail, single-piece parcels, many of which have handwritten address labels, which may require additional manual operational handling.

# RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

2. The Canada Post Corporation-United States Postal Service Contractual Bilateral Agreement does not include rates for inbound surface parcels, although surface parcels are identified as expedited parcels in file "REVISED\_Canada\_Bilateral\_Comp\_Inbound\_2015 12 16(1).xls," tab "12\_TDues\_Rates\_Proj," rows 12-14. Please confirm that southbound surface parcels from Canada Post Corporation to the Postal Service are not part of this agreement. If not confirmed, please explain.

#### **RESPONSE:**

Confirmed. There are no rates or volumes associated with these streams in the bilateral agreement that is the subject of this docket.

# RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

3. Attachment 3 to the Canada Post Corporation-United States Postal Service Contractual Bilateral Agreement identifies changes to the "EMS Cooperative's Standard Agreement and its Procedures, as adopted in 2015 and amended from time to time by the EMS Cooperative..." Notice, Attachment 2 at 29-30. However, the changes identified in the table do not correlate to the Pay-for-performance Plan 2015 of the EMS Cooperative that the Postal Service filed with the Commission as part of Docket No. CP2015-117. Please confirm that the Pay-for-performance Plan 2015 of the EMS Cooperative is the same as the EMS Cooperative Standard Agreement and Procedures shown in the Notice, Attachment 2 at 29-30. If it is not, please provide the EMS Cooperative Standard Agreement and Procedures.

#### **RESPONSE:**

Not confirmed. The Pay-for-Performance Plan 2015 and the EMS Cooperative Standard Agreement are not the same documents.

In response to the Commission's request, the Postal Service includes a copy of the 2016 EMS Standard Agreement as Attachment 1 to this filing.

<sup>&</sup>lt;sup>2</sup> Docket No. CP2015-117, Notice of the United States Postal Service of Filing Changes in Rates Not of General Applicability for Inbound EMS 2, July 31, 2015, Attachment 5.



# **EMS Standard Agreement**

Berne 2016



### EMS Standard Agreement on the international exchange of EMS items between EMS postal operators

### Content

Article 1	Purpose of the Agreement	4
Article 2	Definitions	4
Article 3	Bilateral agreements	4
Article 4	Revision of the Agreement	5
Article 5	Eligibility	5
Article 6	EMS operators' responsibilities	5
Article 7	EMS Operational Guide	5
Article 8	Service standards	6
Article 9	Accountability for loss or damage	6
Article 10	Prohibitions	6
Article 11	Limits of weight and size	7
Article 12	Treatment of items wrongly accepted items	7
Article 13	Items arriving out of course and to be redirected	7
Article 14	Undeliverable items	7
Article 15	Inquiries	8
Article 16	Reporting requirements	8
Article 17	Quality control and improvement	8
Article 18	Delivery payment systems and rates	8
Article 19	Accounting and settlement	9
Article 20	Charges and fees to be collected from the addressee	9
Article 21	Protection of EMS items	9
Article 22	Data protection	9
Article 23	Delivery irregularities	10
Article 24	Subcontracting	10
Article 25	Emergencies	10
Article 26	Suspension of Agreement	11
Article 27	Application of the UPU Convention	11
Article 28	Detailed procedures	11
Article 29	Additional rules and regulations	11
Article 30	Entire Agreement	11
Article 31	Arbitration	11
Article 32	Entry into force and duration	12
Article 33	Failure to comply with Agreement	12
Attachment 1: E	MS Standard Agreement – Multilateral Agreement Signatory Page	13
Attachment 2: EMS Standard Agreement – Bilateral Agreement Signatory Page		14
Table – Differen	ces applied and article references	15

#### **Preamble**

The list of EMS operators published on the EMS Cooperative website (www.ems.post) have adopted this Agreement and its Procedures as the basis for the exchange of EMS items between EMS operators in accordance with the Letter Post Regulations – Section L – Article 14 – item 1.2. This Agreement for the exchange of EMS items, accepted by all EMS Cooperative members and those non-members which are signatories to it, shall normally form the legal basis for the exchange of EMS items between the signatories, without any further requirement (except as provided in article 3 below).

# Article 1 Purpose of the Agreement

1 The purpose of this Agreement is to establish the terms and conditions, including detailed procedures, which shall entirely govern the exchange of EMS items between its signatory parties (list of signatories published on the EMS Cooperative website (www.ems.post).

### Article 2 Definitions

- 1 As used herein, the following terms shall have the indicated meanings:
- a "EMS items" means mail items as defined by the Letter Post Regulations Section L, article 14.1.2. An EMS item may contain documents and/or merchandise.
- b "EMS operator" means the entity authorized by a UPU member country to provide EMS service in its territory. "Origin operator" is used in the Agreement to designate an EMS operator which has tendered an item or dispatch to another operator for delivery. "Delivery operator" is used in the Agreement to designate an EMS operator which has accepted an EMS item or dispatch from another operator for delivery.
- c "Convention" means the Universal Postal Convention adopted from time to time by the Congress of the Universal Postal Union
- d "Procedures" means those articles setting out procedures and other information relevant to the implementation of this Agreement by EMS operators (i.e. articles 2.1 to 16 of the Procedures).
- e "Receptacle" means a bag, sack, container or other device in which EMS items are enclosed.
- f "Dispatch" means one or more receptacles containing EMS items tendered collectively by the origin operator to the delivery operator.
- g "Rugby system for international inquiries" means the Internet-based system used by EMS Cooperative members to make inquiries concerning the status of EMS items.
- h "EMS Pay-for-Performance Plan" means the plan used by EMS Cooperative members to link quality of service with payment.
- i "Force majeure" means the force majeure rules as established by the EMS Cooperative.

### Article 3 Bilateral agreements

Should any EMS operator which is a signatory to this agreement wish – for legal, regulatory or commercial reasons – to formally base the exchange of international EMS items on bilateral agreements/contracts with certain other signatories, it may do so provided that any such bilateral agreements are as far as possible in the standard form specified in Attachment 2 to this Agreement in order to ensure that all international exchanges of EMS items between the signatories to this Agreement are entirely based on its articles and procedures.

- 2 Signatories to this Agreement should also as far as possible use the concise standard bilateral agreement specified in Attachment 2 as the basis for the exchange of EMS items with non-signatories to this agreement with the aim of maximizing the coverage of the standardized EMS service provided in accordance with the terms of this Agreement.
- 3 Any proposed bilateral agreements on EMS between signatories to this Agreement should be notified to the EMS Unit, which should be informed of any provisions of such agreements which are different from or additional to those included in this Agreement and its Procedures.

### Article 4

### **Revision of the Agreement**

- 1 The EMS Cooperative, as the structure charged initially by 1999 Beijing Congress resolution C 83/1999 "to assume full competence for all operational, commercial, technical and economic matters concerning EMS", and confirmed by Nairobi Congress resolution C 51/2008, may make additions or amendments to this Agreement and its Procedures through its annual General Assembly or in other ways prescribed in the Statutes of the EMS Cooperative.
- 2 Such changes shall normally become effective on the first day of the calendar year following their adoption by the Cooperative.
- 3 Any signatory to this Agreement which finds that it is unable to implement or to comply with the amended Agreement may withdraw from the date of the implementation of the changes. Advance notice of its intention to withdraw from the Agreement should normally be provided by the operator concerned to the EMS Unit at least one month beforehand.

### Article 5 Eligibility

- 1 Any EMS operator which provides an inward and/or outward international EMS service shall be eligible to be a signatory to this Agreement, provided that it fulfils the following requirements:
- In the case of an EMS operator providing an outward international EMS service, use of the UPU's standard EMS identifier and barcode and the EMS logo on all its outward EMS items.
- b Provision to the EMS Unit up-to-date entry for the EMS Operational Guide and maintenance thereof.
- c Possession and continuous operation of an EMS tracking system.

#### Article 6

#### **EMS** operators' responsibilities

1 Both origin and delivery operators shall faithfully perform each of the tasks assigned to them in the Agreement and its Procedures.

### Article 7 EMS Operational Guide

1 All EMS operators shall regularly furnish and keep up to date all information required by the EMS Unit for their entries in the EMS Operational Guide.

### Article 8 Service standards

- Delivery operators shall establish a scheduled pattern of service for inward EMS items, on the basis of delivery zones and location indicators (as defined in article 3.9 of the Procedures), and shall publish EMS delivery standards for incoming EMS dispatches in the EMS Operational Guide for each of their designated EMS offices of exchange.
- 2 The pattern of service established by delivery operators, and the associated delivery standards published in the EMS Operational Guide, are to be considered as a minimum and the delivery operator shall endeavour to improve them whenever possible.
- 3 Updated standards shall be regularly submitted by the delivery operator to the EMS Unit of the International Bureau for publication in the EMS Operational Guide.

#### Article 9

#### Accountability for loss or damage

- Subject to the limitations of liability set out in article 9, paragraph 2, an EMS operator shall remain accountable and answerable in damages for the faithful performance of the obligations assumed under this Agreement, whether or not it has entrusted the care and transportation of EMS items to an agent or subcontractor, except where circumstances beyond its, or its subcontractor's, control (such as force majeure or acts by governments or governmental agencies) prevent performance. The EMS operator in whose service any loss, theft or damage occurs, shall decide, according to the laws of its country, whether this loss, theft or damage was due to circumstances amounting to force majeure.
- The amount of any loss or damage for which the delivery operator may be liable, whether or not the loss or damage results from negligence, theft or otherwise, shall not exceed 130 SDR per EMS item containing merchandise and 30 SDR per EMS item containing documents, notwithstanding any disclosure of the nature or value of the goods. The postage charges paid by the sender shall be added to these amounts to determine the total indemnity payable to the rightful claimant. The delivery operator shall not be liable for any indirect damages or any pain and suffering that may be caused by loss of, or damage to, an EMS item.
- The relative responsibilities of origin operators and delivery operators with regard to liability for loss and damage, and the procedures to be followed in such cases, are specified in article 5.1 of the Procedures.

### Article 10 Prohibitions

- 1 The provisions of the UPU Convention governing prohibitions shall be applicable to the insertion of articles in EMS items.
- 2 Each delivery operator shall communicate to the UPU International Bureau, for publication in the UPU List of Prohibited Articles, IB circulars or the EMS Operational Guide, necessary information concerning customs or other regulations affecting inward EMS items as well as prohibitions or restrictions governing the entry of postal items in its service.
- 3 Origin operators shall inform customers of prohibitions applicable to the insertion of articles in EMS items as provided for in the UPU Convention and List of Prohibited Articles, and by the legislation of the country of origin and of destination.
- Origin operators shall inform EMS customers that it is prohibited to enclose coins, banknotes, currency notes or securities of any kind payable to the bearer, travellers' cheques, platinum, gold or silver, precious stones, jewels or other valuable articles in uninsured EMS items. Radioactive materials, perishable biological substances and infectious substances defined in the UPU Convention shall not be admitted in the EMS service.

#### Article 11

### Limits of weight and size

- 1 EMS items shall be admitted up to a maximum weight of 30 kilogrammes. In addition, EMS items shall not normally exceed 1.50 metres for any one dimension or three metres for the sum of the length and the greatest circumference measured in a direction other than length.
- The exchange of EMS items whose individual weight exceeds 30 kilogrammes shall be optional, at the discretion of delivery operators, with a maximum weight of 50 kilogrammes.
- Any delivery operator which does not apply the standards in article 11, paragraph 1, or which is willing to accept oversize items or overweight items as provided for in article 11, paragraph 2, shall notify the EMS Unit of the UPU International Bureau, for publication in the EMS Operational Guide, of the size and weight limits it applies for inbound EMS items.

#### Article 12

#### Treatment of items wrongly accepted

- 1 When an item containing an article prohibited under article 10 has been wrongly admitted to the post, the prohibited article shall be dealt with according to the legislation of the country of the operator establishing its presence.
- When the weight or the dimensions of an item exceed the limits defined in article 11 and the regulations of the delivery operator do not permit delivery, it shall be treated as an undeliverable item and the procedures specified in article 3.6 of the Procedures shall be applied. If, however, the regulations of the delivery operator do permit the delivery of EMS items exceeding the weight or size limits defined in article 11, the item should be delivered to the addressee. In such cases, the delivery operator shall be entitled to claim a supplementary charge, the amount of which shall be published in the EMS Operational Guide. This amount shall not exceed 50% of the normal delivery payment rate.
- When a wrongly admitted item is neither delivered to the addressee nor returned to origin, the origin operator shall be informed how the item has been dealt with and of the restriction or prohibition which required such treatment. The E2 Verification Note (Annex 1 of the Procedures) may be used for this purpose. Additional charges incurred by the delivery operator in the treatment of such items shall be borne by the origin operator.

#### Article 13

### Items arriving out of course and to be redirected

- 1 EMS items arriving out of course shall be redirected to their final destination by the same route as is used by the transit operator to send its own items. The transport costs shall be reimbursed by the origin operator in accordance with the Procedures.
- 2 For forwarding items misdirected to the delivery operator by the origin operator, the origin operator shall pay the delivery operator the cost of transportation.
- 3 Neither the delivery operator nor the origin operator shall be responsible for the cost of returning items sent in error by the sender, or items misdirected by the sender to the addressee. Any costs associated with the return of such items shall normally be the responsibility of the sender unless the addressee opts to pay for their return.

#### Article 14

#### Undeliverable items

1 Undeliverable items shall be treated by delivery operators in accordance with article 3.6.4 of the Procedures and disposed of accordingly.

# Article 15 Inquiries

- 1 Delivery operators shall make suitable arrangements for the prompt treatment of inquiries relating to inward EMS items from origin operators, senders or addressees, in accordance with article 10.3 of the Procedures.
- 2 Inquiries shall be accepted only within a period of four months from the date of posting of the item.
- 3 This article does not authorize routine requests for confirmation of delivery.

#### Article 16

#### Reporting requirements

- 1 All delivery operators which have tracking systems shall record in electronic form and transmit to the origin operator, via the GXS or POST\*Net networks, the tracking event data specified in the Procedures at the required times.
- 2 EMS operators shall make event data transmitted available to a third party designated by the EMS Cooperative for the purpose of monitoring quality of service performance and the quality of the event data.
- 3 All EMS operators shall agree to receive all tracking event messages transmitted to them by all other parties to this Agreement.
- The format and message syntax to be used in the exchange of EMS event data between operators shall be those specified in article 8.1 (8.1.1 to 8.1.7 of the Procedures).

#### Article 17

#### **Quality control and improvement**

- 1 EMS operators shall make every possible effort to improve their achievement of service standards, including maintaining a quality control programme.
- 2 Delivery operators shall cooperate with origin operators when they test the quality of the service rendered by the delivery operator.
- 3 All parties to this Agreement are jointly committed to ensuring that the required service levels are provided in accordance with the terms and conditions of the Agreement and its Procedures. Furthermore, the parties are committed to developing the service jointly where possible with the goal of improving the quality of service, reducing costs incurred in providing the service and any other process improvements to the mutual benefit of the parties.

#### Article 18

#### **Delivery payment systems and rates**

- 1 Terminal dues and internal air conveyance as defined in the Universal Postal Convention shall not apply to EMS items.
- 2 Each delivery operator shall establish a delivery payment system (based on the gross imbalance of EMS traffic), and shall publish a unique rate for EMS items (or separate unique rates according to category for documents and merchandise, respectively) corresponding to the costs of the service and to the principles adopted by the EMS Cooperative as the basis for inter-operator charging. These rates shall be notified to the EMS Unit for publication in the EMS Operational Guide.
- 3 Each delivery operator may vary its delivery payment rate or rates when such a variation is necessary owing to a change in the cost of services. A delivery operator may also introduce changes in its delivery

payment system, provided that such changes conform to the principles adopted by the EMS Cooperative for inter-operator charging.

- 4 Any such changes in delivery payment rates or systems may only be implemented by delivery operators under the following conditions:
- Any proposed increase shall be notified to the EMS Unit by 31 August in the year preceding its introduction, so that the EMS Unit may notify operators of all such changes by 30 September.
- b Higher rates or new payment systems may only be implemented on the first day of the year (1 January) following their timely notification to the EMS Unit.
- c Any proposed decrease can be notified to the EMS Unit at any time and will be introduced the first day of the calendar quarter following notification.

#### Article 19

#### **Accounting and settlement**

- 1 All EMS operators shall give preference to apply the accounting rules and procedures for interoperator settlements prescribed in the EMS Pay-for-performance Plan (article 11.1 of the Procedures) and published on the EMS Cooperative website (www.ems.post).
- In the case that the pay-for-performance cannot be applied, EMS operators shall apply the accounting rules and procedures for inter-operator settlements prescribed in article 11.3 of the Procedures.

#### Article 20

#### Charges and fees to be collected from the addressee

- 1 Each delivery operator shall be authorized to collect from the addressee the customs duty and any other applicable non-postal fees payable on each item it delivers, and to charge for the collection of such fees. Delivery operators shall indicate what kind of charges they will collect from addressees prior to the conclusion of this Agreement. Any standard non-postal fees or postal charges for collection should be notified in the EMS Operational Guide.
- 2 EMS operators may collect only the rates, charges, and fees provided for in this Agreement and published in the EMS Operational Guide.

#### Article 21

#### **Protection of EMS items**

- 1 The delivery operator shall protect and safeguard EMS items from loss, depredation or damage while they are in its custody or control. The delivery operator shall prevent unauthorized persons from having access to EMS items. The delivery operator shall transport EMS items on the ground and in the air in securely closed containers, or vehicles.
- The delivery operator shall, except as otherwise specifically required by law, preserve the secrecy of correspondence contained in EMS items.

#### Article 22

#### **Data protection**

1 The delivery operator shall not disclose or use, except in the performance of this Agreement or as required by law, the name or address of any EMS sender or addressee obtained in the performance of this Agreement without the written approval of the origin operator.

# Article 23 Delivery irregularities

- 1 Except as otherwise provided in this Agreement, the following actions or failures to act by the delivery operator are irregularities under this Agreement:
- a Refusal: Refusal or failure to accept EMS items as specified in this Agreement.
- b *Misdirection:* Misdirecting an EMS item to a destination other than that to which it is addressed, unless the misdirection is the result of following directions placed on a receptacle by the origin operator.
- c Delayed delivery: Failure to tender EMS items to the addressee for delivery in accordance with the measurable service standards defined in the EMS Operational Guide and validated by the EMS Cooperative.
- d Failure to protect: Failure to protect and safeguard EMS items from depredation or other hazards while in the delivery operator's custody or control. This includes failure to prevent unauthorized persons from having access to EMS items, and failure to transport EMS items on the ground or in the air in securely closed containers or other vehicles.
- e Failure to report: Failure to transmit tracking or delivery status data as required by article 16 of this Agreement and articles 3.7 and 8.2 of the Procedures, unless it is impossible to transmit such data for reasons beyond the control of the delivery operator.
- f Failure to respond: Failure to respond to inquiries from origin operators within the period of time specified in article 9.2 of the Procedures.
- g Failure to return: Failure to promptly return undeliverable items within three days after the expiry of the holding period as specified in article 3.6.4 of the Procedures.

# Article 24 Subcontracting

- 1 The delivery operator may subcontract work associated with customs clearance, transport or delivery of EMS items provided that the terms and conditions of this Agreement and its Procedures are fully observed and fulfilled.
- 2 Payment of any subcontractor shall be the sole responsibility of the delivery operator.

#### Article 25 Emergencies

Nothing herein shall prohibit the delivery operator from taking temporary measures to maintain service in emergencies. In such circumstances, notification of the nature of the emergency liable to disrupt EMS service and details of any material measures taken by the delivery operator shall be notified to the EMS Unit by telephone, e-mail or fax within 24 hours of such action being taken. The probable duration of the emergency should also be advised where possible. The same procedure shall be applied when the suspended EMS services are resumed after the conclusion of the emergency.

# Article 26 Suspension of Agreement

- If a delivery operator is unable to perform this Agreement in whole or in part, for reasons beyond its control, such as force majeure or acts of governments or governmental agencies (does not include disputes between the delivery operator and airport authorities or noise abatement restrictions), the Agreement may be suspended by the delivery operator, in whole or in part, for such reasonable time as it takes for service to be restored. Any other article of this Agreement notwithstanding, an origin operator may obtain alternative services from a third party during periods when a delivery operator is unable to perform this Agreement (see also paragraph 3 below).
- 2 Any delivery operator suspending the Agreement in such circumstances shall inform other EMS operators concerned and the EMS Unit of such suspension and of the resumption of service within 24 hours of such action being taken. Notification should be by telephone, e-mail or fax.
- An origin operator may also at any time obtain alternative services from a third party when in its opinion a delivery operator is incapable of providing an acceptable EMS delivery service, either as a result of inadequate published standards or pattern of service, or of delivery irregularities as specified in article 23 above. In such cases, an origin operator shall immediately inform the EMS Unit and the delivery operator of the action taken and of the reasons for it, so that the EMS Board may consider whether action under article 33 of the Agreement is required.

#### Article 27

#### **Application of the UPU Convention**

1 The Convention or its Regulations shall, by analogy, be applicable in all cases not expressly provided for in this Agreement or its Procedures.

# Article 28 Detailed Procedures

Details of implementation of this Agreement shall be governed by its Procedures.

#### Article 29

#### Additional rules and regulations

1 Each EMS operator shall be authorized to adopt implementing rules and regulations for its internal operation of the service not inconsistent with this Agreement or its Procedures.

#### Article 30 Entire Agreement

This Agreement shall supersede all prior EMS agreements, arrangements and undertakings between the parties and shall constitute the entire Agreement between the parties for the provision of this service (except where bilateral agreements have been concluded in the form prescribed in this Agreement). Any prior understanding or representation of any kind between signatories to this Agreement preceding the date of this Agreement shall not be binding upon either party except to the extent provided for in this Agreement.

#### Article 31 Arbitration

Any dispute arising between signatory EMS operators concerning the interpretation or application of this Agreement and its Procedures which cannot be resolved by the operators concerned to their mutual satisfaction shall be settled by arbitration. The arbitrators shall be two nominated members of the EMS

Cooperative Board (excluding any Board member whose EMS operator may be a party to the dispute) and the Head of the EMS Unit, assisted by the UPU Legal Advisor in an advisory capacity (non-voting).

# Article 32 Entry into force and duration

- 1 This Agreement shall enter into force on the date mutually agreed upon by the EMS operators, after it is signed by the authorized representatives of the operators.
- 2 Any EMS operator may withdraw from the Agreement by providing six months' notice to the EMS Unit.

### Article 33

### Failure to comply with Agreement

- Operators which have signed this Agreement, but which subsequently fail to meet the eligibility criteria set out in article 5 within the time limits specified or which have ceased for a period of at least three months to meet these criteria will be asked by the EMS Unit to provide reasons for this failure and a guarantee to remedy the deficiencies identified within a specified time-span (not exceeding two months).
- 2 Delivery operators which are consistently responsible for irregularities as specified in article 23 of the Agreement may also be required by the EMS Unit to explain the reasons for such failures.
- 3 The case of any operator failing to comply with the terms of the Agreement with regard to eligibility (paragraph 1 above), or responsible for repeated irregularities (paragraph 2 above), shall be drawn to the attention of the EMS Cooperative Board by the EMS Unit for consideration at its next meeting.
- 4 In such cases, the Board shall decide:
- a whether the operator in question should continue to be considered an eligible signatory to the Agreement;
- b that, where appropriate, a solicitation should be launched by the EMS Cooperative to find an EMS delivery partner able to provide the facilities and standards of service required.

#### Attachment 1

#### **EMS Standard Agreement – Multilateral Agreement Signatory Page**

The EMS operator of hereby undertakes to adopt the EMS Standard Multilateral Agreement and its Procedures (published on the EMS Cooperative website (www.ems.post) as the basis for the exchange of EMS items between EMS operators in accordance with the Letter Post Regulations – Section L – Article 16 of the Universal Postal Union Convention (Doha 2012).

This Agreement for the exchange of EMS items, as a multilateral agreement accepted by all EMS Cooperative members and those non-members which are signatories to it, shall normally form the legal basis for the exchange of EMS items between the signatories, without any further requirement for the exchange of bilateral agreements between parties to the multilateral agreement.

Signature of authorized official

Title

Date

#### Date of application

Please, indicate below the date for your application of the EMS Standard Agreement:

Day	Month	Year

#### EMS operators that are signatories to the EMS Standard Agreement

The list of signatories to the EMS Standard Agreement is published on the EMS Cooperative website (www.ems.post).

#### Please return to:

EMS Unit UPU International Bureau P.O. Box 312 3000 BERNE 15 SWITZERLAND

Fax: +41 31 351 52 00 E-mail: EMS.Unit@upu.int

#### Attachment 2

#### EMS Standard Agreement - Bilateral Agreement Signatory Page

The undersigned EMS operators A and B hereby undertake to adopt the EMS Standard Agreement and its Procedures as the basis for the exchange of EMS items between EMS operators in accordance with the Letter Post Regulations – Section L – Article 16 of the Universal Postal Convention (Doha 2012).

However, as provided in article 3 of the Agreement, the EMS operator intends to formally base the exchange of international EMS items with other signatories (and non-signatories) on bilateral agreements/contracts, which shall, as far as possible, be in the standard form specified in the articles below. Any such bilateral agreements should be notified to the EMS Unit (see table below), as specified in article 3, paragraph 3 of the Agreement.

#### Article 1

#### **Purpose of the Agreement**

1 The purpose of the Agreement shall be to establish mutually agreed terms and conditions for the exchange of EMS items between the undersigned EMS operators A and B.

#### Article 2

#### Operation of the EMS service

1 The exchange of EMS items between the contracting parties to this Agreement shall take place in accordance with the terms of the EMS Cooperative's Standard Agreement and its Procedures, as adopted and amended from time to time by the EMS Cooperative. The contracting parties agree to implement EMS service between them on the basis of the conditions established in that Agreement, and to apply the standards set out or referred to therein.

# Article 3 Entry into force and duration

1 This Agreement shall enter into force on the date mutually agreed upon by the undersigned EMS operators A and B and shall remain in force until further notice.

### Table - Differences applied and article references

Indicate below which articles of the EMS Standard Agreement provide the reference base for the bilateral agreement and add a description of the bilateral change agreed:

Article reference in the EMS Standard Agreement	Description of the agreed change related to the EMS Standard Agreement to be applied on a bilateral basis between the EMS operators A and B, signatories to the EMS Standard Agreement	
EMS operators entering the Agreement:		
1 EMS of	perator:	
Signature of authorized official:		
Title:		
Date:		
2 EMS operator:		
Signature of authorized official:		
Title:		
Date:	<del></del>	
Date of application		
Indicate below the date for your application of the EMS Standard Agreement:		
Day Mo	onth Year	

### Please send a copy to:

EMS Unit UPU International Bureau P.O. Box 312 3000 BERNE 15 SWITZERLAND

Fax: +41 31 351 52 00 E-mail: EMS.Unit@upu.int